

# Hodges Small Cap Fund



## Fund at a Glance as of 06/30/22

Tickers	HDPSX   HDSIX
Cusip	742935299
Inception Date	December 18, 2007
Benchmark	Russell 2000® Index
Total Fund Assets (\$)	168.5 Million
Typical Cash Position (%)	< 10
Total Expense Ratio (%)	1.40   1.15 <sup>1</sup>
HDPSX   HDSIX	
Front Load (%)	None <sup>2</sup>
Redemption Fee (%)	1.00
(if not held 30 days for retail class and 60 days for institutional class)	
Deferred Load (%)	None
Minimum Investment (\$)	1,000

<sup>1</sup>The Advisor has contractually agreed to reduce its fees at least until July 31, 2023.

<sup>2</sup>While the fund is no-load, management and distribution fees and other expenses still apply. Such fees and expenses are described in the Fund's Prospectus.

## Investment Approach

Bottom Up, Fundamental

## Investment Goal

The Hodges Small Cap Fund focuses on specific growth and value opportunities within the small cap segment (generally market caps up to \$4 billion) of the market. We seek companies that are poised to benefit from recent industry consolidation, exhibit pricing power, have high barriers to entry, have strong brand awareness, and undervalued earnings prospects. The Fund has a history of better risk adjusted returns than its benchmark since inception.

## Performance (%) quarter ending 06/30/22

	Quarter	Year to date	Annualized				
			1 Year	3 Year	5 Year	10 Year	Since Incep.
Hodges Small Cap (gross)	-16.91	-19.98	-21.75	8.90	8.95	10.71	9.87
Hodges Small Cap (net)	-17.19	-20.50	-22.77	7.49	7.54	9.26	8.41
Russell 2000® Index	-17.20	-23.43	-25.20	4.21	5.17	9.35	7.24

## Annual Year-End Returns (%)

	2021	2020	2019	2018	2017	2016	2015	2014
Hodges Small Cap (gross)	37.84	18.51	18.25	-15.07	10.72	17.80	-7.46	7.53
Hodges Small Cap (net)	36.07	16.98	16.73	-16.26	9.19	16.18	-8.75	6.05
Russell 2000® Index	14.82	19.96	25.52	-11.01	14.65	21.31	-4.41	4.89

Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling (866) 811 0224, or visiting [www.hodgesfunds.com](http://www.hodgesfunds.com) for quarterly performance. The fund imposes a 1.00% redemption fee on retail class shares held less than 30 days and 60 days for institutional class shares. Performance data does not reflect the redemption fee. If reflected, total return would be reduced. Gross performance doesn't reflect fees or expenses; if reflected, returns would be reduced.

## Portfolio Characteristics as of 06/30/22

	Fund
Price/Book	1.61
Price/Cash Flow	3.99
Number of Holdings	48
Cash & Equivalents (%)	0.72

## Fund Management



### Craig Hodges

Chief Executive Officer  
Chief Investment Officer  
Portfolio Manager

Managed portfolio since inception  
Began investment experience in 1986



### Eric J. Marshall, CFA

President  
Portfolio Manager  
Director of Research

Managed portfolio since inception  
Began investment experience in 1997

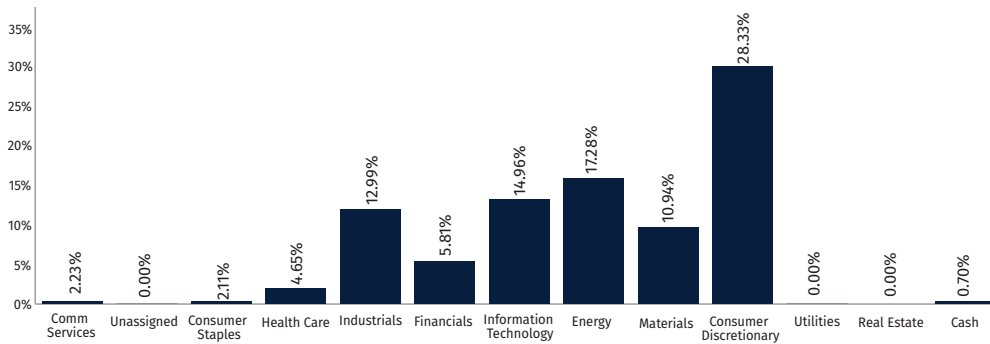


### Gary Bradshaw

Senior Vice President  
Portfolio Manager

Managed portfolio since inception  
Began investment experience in 1986

**Sector Average Weights<sup>3</sup>** as of 06/30/22



Source: Bloomberg

**Top 10 Holdings<sup>3</sup>** as of 06/30/22

Name	Ticker
TEXAS PACIFIC LAND CORP	TPL
SM ENERGY CO	SM
MATADOR RESOURCES	MTDR
SILICON MOTION TECHNOLOGY	SIMO
EAGLE MATERIALS	EXP
COMMERCIAL METALS INC	CMC
HILLTOP HOLDINGS INC	HTH
VISTA OUTDOOR INC	VSTO
DISTRIBUTION SOLUTIONS	DSGR
CLEVELAND-CLIFFS INC	CLF

**Total % of Portfolio: 38.53%**

<sup>3</sup>Sector weights and Fund holdings are subject to change at any time and are not recommendations to buy or sell securities.

Price/Book is calculated by dividing the price of a company's stock by its book value.

Price/Cash Flow is calculated by dividing the price of company's stock by its cash flow.

*The fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The prospectus contains this and other important information about the Small Cap Fund, and it may be obtained by calling (866) 811 0224, or visiting [www.hodgesfunds.com](http://www.hodgesfunds.com). Read it carefully before investing.*

Mutual fund investing involves risk. Principal loss is possible. The fund invests in smaller companies, which involves additional risks such as limited liquidity and greater volatility. The Fund invests in foreign securities which involves greater volatility and political, economic and currency risks and differences in accounting methods. The fund may also make short sales of securities, which involves the risk that losses may exceed the original amount invested. Options and future contracts have the risks of unlimited losses of the underlying holdings due to unanticipated market movements and failure to correctly predict the direction of securities prices, interest rates and currency exchange rates. These risks may be greater than risks associated with more traditional investments.

Shareholders should refer to the summary prospectus dated July 29, 2020, as supplemented, September 8, 2020, for specific details related to the reduction of fees.

Past performance is no guarantee of future results.

The Russell 2000 is a subset of the Russell 3000 Index. It represents the bottom 2000 companies by market capitalization. It is not possible to invest directly in an index.

Hodges Capital Management (HCM) is the adviser to the Hodges Funds, which are distributed by Quasar Distributors, LLC.

©2022 Hodges Capital Management, Inc.

**(866) 811 0224** ★ [www.hodgesfunds.com](http://www.hodgesfunds.com) ★ [www.hodgescapital.com](http://www.hodgescapital.com)

About Hodges Capital Management

Founded in **1989**

Based in **Dallas, Texas**

Manages approximately **1.16 billion** as of 06/30/22 in separately managed accounts and mutual funds

Owned by **family** and **employees**

Each portfolio is actively managed with a **bottom up, fundamental approach**

Takes a **private equity approach** in public markets

Holds **decades** of market experience

"We believe the small cap space is ripe for active managers to add value over the long term because it is so inefficient."

—Craig Hodges

